

**UNITED STATES DISTRICT COURT  
FOR THE NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION**

VICTORIA INFANTE,	)	
	)	
PLAINTIFF,	)	
	)	Civil Action No. 15-cv-07036
v.	)	
	)	
CAVALRY PORTFOLIO SERVICES,	)	
LLC,	)	
	)	
DEFENDANT.	)	<u>Jury Demanded</u>

**COMPLAINT**

Plaintiff, Victoria Infante, brings this action under the Fair Debt Collection Practices Act, 15 U.S.C. § 1692, *et seq.* (“FDCPA”) and alleges:

**JURISDICTION AND VENUE**

1. This Court has jurisdiction pursuant to § 1692k(d) of the FDCPA, and 28 U.S.C. § 1331.
2. Venue is proper in this District because parts of the acts and transactions occurred here and Defendant transacts substantial business here.

**PARTIES**

3. Plaintiff, Victoria Infante (“Plaintiff”), is a resident of the State of Illinois, from whom Defendant attempted to collect a delinquent consumer debt allegedly owed for a defaulted HSBC Bank Nevada consumer credit card account. Plaintiff is thus a consumer as that term is defined in 15 U.S.C. § 1692a(3) of the FDCPA.

4. Defendant, Cavalry Portfolio Services, LLC (“Cavalry”), is a Delaware limited liability company with its principal place of business at 4050 E Cotton Center, Bldg 2, Suite 20 Phoenix, AZ 85040. It does or transacts business in Illinois. Its registered agent and office are C T

Corporation System, 208 South LaSalle St, Suite 814 (Exhibit A, Record from Illinois Secretary of State).

5. Defendant Cavalry is engaged in the business of a collection agency, using the mails and telephone to collect consumer debts originally owed to others.

6. Defendant Cavalry holds a collection agency license from the state of Illinois. (Exhibit B, Record from Illinois Department of Financial & Professional Regulation).

7. Defendant Cavalry is a junk debt buyer that specializes in buying large portfolios of defaulted consumer debts for pennies on the dollar, the full amount of which it then tries to collect through other debt collectors.

8. Defendant Cavalry regularly collects or attempts to collect defaulted consumer debts, and is a “debt collector” as defined in 15 U.S.C. § 1692a(6) of the FDCPA.

### **FACTUAL ALLEGATIONS**

9. Plaintiff incurred an alleged debt for goods and services used for personal family or household purposes, originally for a HSBC Bank Nevada consumer credit card account (“alleged debt”). The alleged debt is thus a “debt” as that term is defined at § 1692a(5) of the FDCPA.

10. Due to her financial circumstances, Plaintiff could not pay the alleged debt, and it went into default.

11. Cavalry purportedly purchased the alleged debt sometime thereafter.

12. In response to collection attempts by Defendant, on June 23, 2015, Plaintiff sent a written communication to Cavalry indicating that Plaintiff disputed the alleged debt. (Exhibit C, Dispute Letter).

13. Plaintiff’s letter stated, in part, that the amount reported was not accurate.

14. Cavalry received Plaintiff's communication on June 23, 2015.

15. In July, 2015, Cavalry communicated credit information regarding the alleged debt to the Experian consumer reporting agency, including a balance, an account number and the open date. (Exhibit D, Excerpt of Plaintiff's Experian credit report).

16. Cavalry communicated a balance of \$605 on the alleged debt to Experian.

17. Cavalry failed to communicate that Plaintiff's alleged debt was disputed when it communicated other information to Experian regarding the alleged debt in July, 2015.

18. Credit reporting by a debt collector constitutes an attempt to collect a debt. *See, e.g., Rivera v. Bank One*, 145 F.R.D. 614, 623 (D.P.R. 1993) (a creditor's report of a debt to a consumer reporting agency is a "powerful tool, designed in part to wrench compliance with payment terms from its cardholder").

19. 15 U.S.C. § 1692e of the FDCPA provides as follows:

**False or misleading representations**

**A debt collector may not use any false, deceptive, or misleading representation or means in connection with the collection of any debt. Without limiting the general application of the foregoing, the following conduct is a violation of this section:**

**. . . (8) Communicating or threatening to communicate to any person credit information which is known or which should be known to be false, including the failure to communicate that a disputed debt is disputed. . . .**

20. On or before July 1, 2015, Cavalry knew or should have known that Plaintiff had disputed the alleged debt because Plaintiff had previously notified Cavalry of that dispute by letter on June 23, 2015.

21. Even though Cavalry knew or should have known, prior to July 1, 2015, that Plaintiff disputed owing the alleged debt, Cavalry failed to thereafter communicate the fact of

Plaintiff's dispute to the Experian credit reporting agency when Cavalry communicated other information regarding the alleged debt in July, 2015 in violation of 15 U.S.C. § 1692e(8).

22. Defendant's collection communications are to be interpreted under the "unsophisticated consumer" standard. See, *Gammon v. GC Services, Ltd. Partnership*, 27 F.3d 1254, 1257 (7th Cir. 1994).

**COUNT I-FAIR DEBT COLLECTION PRACTICES ACT**

23. Plaintiff re-alleges the above paragraphs as if set forth fully in this count.

24. Defendant Cavalry failed to communicate the fact of Plaintiff's dispute to the Experian consumer reporting agency, when it knew or should have known that Plaintiff disputed the alleged debt, when reporting other information regarding the alleged debt, in violation of 15 U.S.C. § 1692e(8).

WHEREFORE, Plaintiff asks that the Court enter judgment in her favor and against Defendant as follows:

- A. Statutory damages pursuant to 15 U.S.C. § 1692k(a)(2);
- B. Costs and reasonable attorney fees pursuant to 15 U.S.C. § 1692k(a)(3); and
- C. Such other or further relief as the Court deems proper.

**JURY DEMAND**

Plaintiff demands trial by jury.

By: s/JMichael J. wood  
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